Subject: Venture Capital Fund

Appropriation Title: Research, Development, Test, and Evaluation, Army, 97/98;
Research, Development, Test, and Evaluation, Army, 03/04

Includes Transfer?

Yes

Component Serial Number:	(Amounts in Thousands of Dollars)							
	Program Bas		Program Previously		Reprogramming Action		Revised Program	
	Congressional Action		Approved by Sec Def					
Line Item	Quantity	Amount	Quantity	Amount	Quantity	Amount	Quantity	Amount
а	b	С	d	e	f	g	h	i

This reprogramming action transfers \$12.615 million of unobligated balances from the Research, Development, Test, and Evaluation, Army, 97/98, appropriation to Research, Development, Test, and Evaluation, Army, 03/04, appropriation in support of the continuation of the Venture Capital Fund demonstration program. The transfer authority is pursuant to section 8105 of Public Law 107-248, the DoD Appropriations Act, 2003. It meets all administrative and legal requirements of the Congress, and the Congress has not denied any of the items.

FY 2003 REPROGRAMMING INCREASE:

Research, Development, Test, and	<u>+12,615</u>			
Budget Activity 7: Operational Syste				
0708045A Industrial Preparedness	+12,615	90,940		
FY 2003 REPROGRAMMING DE	CREASE:			
Research, Development, Test, and				
Budget Activity 1: Basic Research				:
0601101A In-House Laboratory Inde	nendent Rese	arch		
ooorionrin mouse Eucoratory mae	14,701	14,701	-22`	14,679
0601102A Defense Research Science	es .			
	122,156			
0601104A University and Industry R	Research Cent	ers		
	45,888	45,888	-14	45,874

Approved (Signature and Date)

Dov S. Zakhein

JUL 3 1 2003

Subject: Venture Capital Appropriation: Research, Development, Test, and I	DoD Serial Number: FY 03-43 IR Includes Transfer? Yes											
Component Serial Number:			(4	Imounts in Tho	usands of Doll	arc)						
Component Serial Number:	Program Bas Congression		Program	Previously by Sec Def	Reprogram		on Revised Program					
Line Item	Quantity	Amount	Quantity	Amount	Quantity Amor		t Quantity	Amount				
a	b	С	d	е	f	g	h	i				
Budget Activity 2: Exploratory Development												
0602104A TRACTOR F	ROSE	3,131		3,131		_2	40	3,091				
0602105A Materials Tec	chnology											
0002103A Waterials Tee	iniology	14,841		14,784		-2	20	14,764				
		1 1,0 11		11,701		-		1,,,,,,,,,,				
0602308A Modeling and	d Simulation	n Technolo	gy									
_		21,134		21,134			-5	21,129				
0602601A Combat Vehi	icle and Au		echnology			1.1	10	24.025				
		35,100		35,043		-11	10	34,925				
0602618A Ballistics Tec	chnology											
oodoron bamones re-	Jimiorogj	40,766		40,652		-(67	40,585				
		,		,				,				
0602623A Joint Service	Small Arm	s Program										
		4,593		4,593			-1	4,592				
	1.70											
0602705A Electronics a	nd Electron	11c Devices 24,872		24,815		-12	20	24,695				
		24,872		24,813		-12	20	24,093				
0602712A Countermine	Systems											
	J	7,529		7,529		-2	16	7,313				
0602720A Environment	al Quality		•									
		56,357		52,544		-4	46	52,498				
0602782A Command Co	ontrol Con	municatio	ne Tachno	logy								
0002702A Command Co	omuoi, Con	15,307	ns recinio	15,079		-1:	50	14,929				
		10,007		12,017		1.		- 1,7 = 7				
0602784A Military Eng	ineering Te	chnology										
		38,898		38,656		-	19	38,637				
0.005004												
0602786A Logistics Tec	chnology	21 000		21 604		1 (05	21 500				
		21,808		21,694		-13	0.)	21,509				
0602787A Medical Tecl	hnology											
	- - - - - - - - - - -	126,990		106,819		-3:	50	106,469				
		-		•								

Subject: Venture Capital F Appropriation: Research, I	search	DoD Serial Number: FY 03-43 IR									
Development, Test, and E	_				·		Includes T				
Component Serial Number:			(A	mounts in Tho	usands of Doll	ars)					
	Program Ba Congression	se Reflecting onal Action		Previously by Sec Def	Reprogram	ming Actio	n Revised	Program			
Line Item	Quantity	Amount	Quantity	Amount	Quantity	Amoun		Amount			
a	b	С	d	e	f	g	h	i			
Budget Activity 3: Adva	inced Dev	elopment									
0603001A Logistics Advanced Technology											
0005001A Logistics Adv	anceu rec	23,210		23,210		_′	22	23,188			
		25,210		25,210		•		25,100			
0603002A Medical Adva	nced Tech	nology									
		205,501		205,501		(63	205,438			
0603004A Weapons and	Munitions		l Technolo				•	20.757			
		29,759		29,759			-2	29,757			
0.602005 A . Co 1 -4 W-1:	.1 1 A	4 4 A	المحمد مسال	Caalamalaar							
0603005A Combat Vehic	cie and Au	29,552	Advanced	29,552			16	29,536			
		29,332		29,332		_	10	27,550			
0603006A Command, Co	ontrol. Cor	nmunicatio	ons Advan	ced Techno	ology						
ooosoon communu, co		30,120		30,120			95	30,025			
		,		ŕ							
0603009A TRACTOR H	IIKE	17,176		17,176	i	-	22	17,154			
							_				
0603017A TRACTOR R	ED	8,625		8,625			-9	8,616			
a consent and a company	000	5 0 5 0		5.050		1	50	4.000			
0603020A TRACTOR R	OSE	5,078		5,078	i	-1	50	4,928			
0603105A Military HIV	Dagaarah	17,919		17,919)	_2	48	17,671			
0003103A Williary III V	Research	17,919		17,717		-2	70	17,071			
0603270A EW Technolo	ogv	6,794		6,794	•	_	50	6,744			
	<i>U</i> ,	,		,				-			
0603313A Missile and R	ocket Adv	anced Tec	hnology								
		102,037		102,037	7	-2	54	101,783			
0603606A Landmine Wa	arfare and				-	1	50	20 146			
		28,296		28,296	,	-1	50	28,146			
0603734A Military Engi	neering A	dvanced Te	echnology								
Joseph Millian J. Mill		20,664		20,664	ļ	-2	59	20,405			
		.,		,				•			
0603772A Advanced Ta	ctical Com	-									
		22,099		22,099)	-2	00	21,899			
				-							

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1/1	ıcla	CCI	†10	n

REPROGRAMMING ACTION - INTERNAL

Page 4 of 8

Subject: Venture Capital I		KUGKANI	MING AC	JIION - I	NIEKNA	.L	DoD Serial	
Appropriation: Research, I Development, Test, and E	-			ion, Army,	97/98; Re	esearch_	FY 03- Includes T Ye	ransfer?
Component Serial Number:	******	- 	(A	mounts in Tho	usands of Doll	ars)		
	Program Ba	se Reflecting onal Action	Program l Approved		Reprogramming Action		Revised	Program
Line Item	Quantity	Amount	Quantity	Amount	Quantity	Amount	Quantity	Amount
а	b	c	d	e	f	g	h	i
Budget Activity 4: Dem	<u>onstration</u>	and Valid	<u>lation</u>					
0603308A Army Missile	Defense S	veteme Inte	egration (F	Dem/Val)				
0005508A Almy Missile	Defense s	67,884	egration (L	67,884		-20	0	67,684
0603713A Army Data Dis	stribution S	System						
0003713A Affily Data Di	surounon	23,822		23,822		-4	1	23,781
0603747A Soldier Suppo	ort and Sur	vivahility						
ooosi iii bolaler bappe	ir and bar	6,680		6,680		-3	7	6,643
0603790A NATO Resear	ch and De	velopment						
		9,963		9,963		-3	0	9,933
0603801A Aviation – Ad	lv Dev	13,385		13,385		-16	60	13,225
0603804A Logistics and	Engineer I	Eauipment	– Adv Dev	/				
S	Ü	7,592		7,592		-11	3	7,479
0603805A Combat Servi	ce Support	t Control S	ystem					
		13,140		13,140		-1	0	13,130
0603807A Medical Syste	ems – Adv	Dev						
		10,211		10,211		-14	19	10,062
0603856A SCAMP Bloc	k II – Dem	/Val						
		8,080		8,080		-2	20	8,060
Budget Activity 5: Engi	neering a	nd Manuf	acturing I	<u>Developme</u>	<u>nt</u>			
0604201A Aircraft Avio	nics	15,008		18,408		-5	56	18,352
0604223A Comanche		338,644		338,644		-7 3	33	337,911
0604270A EW Developr	nent	75,474		75,474		. 9	9	75,375
0604321A All Source Ai	nalysis Sys	tem 40,200		40,200		-4	10	40,160

Subject: Venture Capital F Appropriation: Research, I	search	DoD Serial Number: FY 03-43 IR						
Development, Test, and E	scarcii	Includes T	ransfer?					
Component Serial Number:	-		(A	mounts in Tho	usands of Dolla	irs)		•
•	Program Bas Congression		ming Actior	ion Revised Program				
Line Item	Quantity	Amount	Quantity	Amount	Quantity	Amount	Quantity	Amount
а	b	c	d	e	f	g	h	i
0604611A JAVELIN		6,143		6,143		-86	54	5,279
0604640A Advanced Cor	nmand and		Vehicle (A				-	5 .064
		7,899		7,899		-3	35	7,864
0604649A Engineer Mob	ility Equip	oment Deve 47,710	elopment	47,710		-2	20	47,690
0604710A Night Vision	Systems –	Eng Dev 35,637		35,637		-50	00	35,137
0604713A Combat Feedi	ng, Clothi	ng, and Eq 78,063	uipment	78,063		-3	39	78,024
0604715A Non-System	Training D	evices 49,865		48,806		-15	59	48,647
0604746A Automatic Te	st Equipm	ent Develo 9,793	pment	9,793		-(65	9,728
0604760A Distributive In	nteractive	Simulation 15,966		Eng Dev 15,966		-′	71	15,895
0604768A Brilliant Anti-	-Armor Su	bmunition 165,407	(BAT)	165,407		-3:	53	165,054
0604770A Joint Surveill	ance/Targe	et Attack F 9,857	Radar Systo	em 9,857		-1,00	00	8,857
0604780A Positioning S	ystems De	velopment 26,713		26,713			-2	26,711
0604801A Aviation – Er	ng Dev	5,518		5,518			62	5,456
0604802A Weapons and	Munitions	s – Eng De 24,168	v	21,168	}	_	46	21,122

Subject: Venture Capital F Appropriation: Research, D		nt, Test, aı	nd Evaluat	ion, Army.	, 97/98; Res	search	DoD Serial FY 03-4					
Development, Test, and Ev	_			•	,		Includes T Ye					
Component Serial Number:	, · · · · · · · · · · · · · · · · · · ·		(A	mounts in Tho	usands of Dolla	rs)						
	Program Bas Congression		0	Previously by Sec Def		Reprogramming Action		Program				
Line Item	Quantity	Amount	Quantity	Amount	Quantity Amo		-	Amount				
a	b	c	d	e	f	g	h	i				
0604804A Logistics & Engineer Equipment – Eng Dev 20,330 20,330 -234 20,096												
0604805A Command, Co	ontrol, Com	nmunication 9,796	ons System	ns – Eng Do 9,796		-2	20	9,776				
0604807A Medical Mater	riel/Medica	al Biologic	eal Defense	e Equipme	nt – Eng De	ev						
000400771 Wiedical Water	itel/ivicalet	4,794	ar Derenis	4,794		-12	21	4,673				
0604816A LONGBOW -	- Eng Dev	10,872		10,872		-3	39	10,833				
0604818A Army Tactical	Command	d & Contro 16,429	ol Hardwai	re & Softw 33,229		-3	35	33,194				
Budget Activity 6: RDT	&E Mana	gement S	<u>upport</u>									
0604759A Major T & E l	Developme	ent										
j	•	41,725		41,725		-4	4 1	41,684				
0605301A Army Kwajale	ein Atoll	146,864		146,807	•	-1,10	01	145,706				
0605601A Army Test Ra	nges and F	acilities										
		133,012		132,100)	-16	65	131,935				
0605604A Survivability/	Lethality A	Analysis 31,343		31,343	i .	-	13	31,330				
0605605A DOD High Er	nergy Lasei	r Test Faci 30,667	lity (HELS	STF) 30,667	,	-(90	30,577				
0605706A Material Syste	ems Analys	sis 14,428		14,371		-	15	14,356				
0605709A Exploitation o	of Foreign	Items 7,347		7,347	1	-:	21	7,326				
0605712A Support of Op	perational	Festing 50,906		50,849)	-5	99	50,250				

	Subject: Venture Capital Fund Appropriation: Research, Development, Test, and Evaluation, Army, 97/98; Research										
Development, Test, and E	•			ion, Army,	, 97/98; Re	esearen	FY 03-43 IR Includes Transfer? Yes				
Component Serial Number:			(A	Imounts in Tho	usands of Doll	ars)					
	Program Bas Congressio			Previously by Sec Def	Reprogramming Acti		on	n Revised Progra			
Line Item	Quantity	Amount	Quantity	Amount	Quantity	Amou	nt	Quantity	Amount		
a	b	c	d	e	f	g		h	i		
0605801A Programwide Activities 61,092 60,807 -276 60,531											
0605803A Technical Information Activities											
0003803A Technical fine	Jillauoli A	16,921		16,921		-	-69		16,852		
				,					,		
0605805A Munitions Sta	ındardizatio		veness & S	•							
		3,282		3,282		-	-31		3,251		
0605853A Environmenta	al Conserva	ition									
		1,759		1,759		-	43		1,716		
0605854A Pollution Prev	vention	13,894		13,894		-2	203		13,691		
0605856A Environmenta	al Complia	nce									
Divisionium.	ir compilar	55,411		55,297			-31		55,266		
0605879A Real Property	Services (,	T&E	02.200			-86		02.204		
		92,390		92,390		•	-00		92,304		
0605898A Management	Headquarte	ers (Resear	ch and De	velopment)						
	_	18,801		18,801			-40		18,761		
Design Assistant	4:1 C-			4							
Budget Activity 7: Ope	rational Sy	stems De	velopmen	<u>[</u>							
0102419A Aerostat Joint	t Program (Office									
	_	26,940		26,940		-3	347		26,593		
0000706A A 1 F1-14 A	4:11 T4	:1 D-4- C	1								
0203726A Adv Field Ar	tillery lact	1cal Data S 39,497	system	39,497			-40		39,457		
		37,177		55,157					22,.07		
0203735A Combat Vehi	cle Improv		gram								
		211,296		211,296			-38		211,258		
0203740A Maneuver Co	ntrol Syste	m 29.082		29,082			-6		29,076		
52557 1571 Maileuvei Co	mioi bysic	27,002		27,002			J		_,,,,,		
0203758A Digitization		140,180		104,824		-3	317		104,507		

Subject: Venture Capital I		ROGRAM	IVARIA COLLA					D Serial I		
Appropriation: Research, l	Developme	ent, Test, ar	nd Evaluat	ion, Army,	, 97/98; Re	search		FY 03-4		
Development, Test, and E	evaluation,	Army, 03/0	04				Ine	cludes Ti Yes		
Component Serial Number:										
		se Reflecting onal Action		Previously by Sec Def	Reprogram	ming Actio	n	Revised	Program	
Line Item	Quantity	Amount	Quantity	Amount	Quantity	Amour	ıt Ç	Quantity Quarter	Amount	
a	b	С	d	e	f	g		h	i	
0203761A Warfighting F	Rapid Acqu	isition Pro	gram							
	_	0		16,640		-	60		16,580	
			_							
0203801A Missile/Air D	efense Pro	-	vement Pr	-		•			65.500	
		65,959		65,959		-3	69		65,590	
0202002 A Other Missile	Deadnot Is		-+ Dragram							
0203802A Other Missile	Product in	nprovemen 10,099	it Frogram	13,299		_	48		13,251	
		10,077		13,477			40		10,401	
0203806A TRACTOR R	≀∏	3,179		3,179		_	-59		3,120	
020300011 1141010111	101	5,1		- , -					- ,	
0203808A TRACTOR C	CARD	6,933		6,933			-9		6,924	
		•								
0208053A Joint Tactical	Ground S									
		2,124		2,124			-2		2,122	
		-1.40		11 105			~ /		11 120	
0301359A Special Army	/ Program	11,185		11,185		-	-56		11,129	
00001404 Tufamatian (74 Oa	uites Dung								
0303140A Information S	systems see		;ram	3,161		_	-20		3,141	
		3,161		3,101			.20		2,171	
0303142A SATCOM Gr	round Deve	elonment								
0303172/1 0/1100141 0.	.ound Do. c	40,677		40,677		-	-13		40,664	
		• • • • •		,-					•	
0708045A End Item Ind	ustrial Prep	paredness /	Activities							
	-	48,842		48,842	,	•	-22		48,820	

DEPARTMENT OF DEFENSE LETTER APPORTIONMENT Fiscal Year 2003

TC	Yr	Exp	Appn	Line	Bureau/Account Title	<u>Amount</u>
21	2003	2004	2040	1D	Research, Development, Test, and Evaluation, Army	12,615,000
21	1997	1998	2040	1D	Research, Development, Test, and Evaluation, Army	(12,615,000)

The above amount is transferred in accordance with the provisions of section 8105 of Public Law 107-248, the DoD Appropriations Act, and is reflected in DoD Reprogramming Action FY 03-43 IR.

Submitted	John P. Roth Lyputy Comptroller (Program/Budget)	JUL 3 1 2003 Date	
Approved	Kathleen A. Peroff Deputy Associate Director for National Security	_ Date	



DEPARTMENT OF THE ARMY OFFICE OF THE ASSISTANT SECRETARY FINANCIAL MANAGEMENT AND COMPTROLLER 109 ARMY PENTAGON WASHINGTON, DC 20310-0109

JUL 1 5 2003

The Honorable Ted Stevens Chairman, Subcommittee on Defense Committee on Appropriations United States Senate Washington, D.C. 20510

Dear Mr. Chairman:

This letter provides notification of my intent to reprogram \$12,615,000 of FY 1997 unobligated and closing Research, Development, Test and Evaluation, Army (RDT&E, A) funds to a current RDT&E, A appropriation account to be used for the continuation of the Venture Capital Investment Corporation. None of these funds are from special interest items.

The FY 2002 Defense Appropriations Act, Public Law 107-117, Section 8150 earmarked \$25 million of Army RDT&E funds to establish a Non-Profit Venture Capital Investment Corporation. The FY 2003 Department of Defense Appropriations Act, Public Law 107-248, Section 8105 authorized transfers of up to \$20 million from unobligated balances remaining in RDT&E, A during the last fiscal year before the account closes to a current year account.

The sources and amounts of funds to be transferred are listed at Enclosure 1. The Army officially announced the selection of OnPoint Technologies Inc., to manage the Army's Venture Capital Initiative, in May 2003. OnPoint is in the process of meeting with other Department of Defense Services and Agencies to determine their requirements and develop priorities of soldier power and energy. Once the requirements and priorities are known, OnPoint will work with and make investments in the entrepreneurial community to meet the requirements. We have a requirement to report accomplishments to date. We will provide the required data in subsequent annual reports since we do not have anything to report at this time.

If you have any concerns, please contact me at your convenience. My staff and I stand ready to answer any questions you may have.

Sincerely,

Sandra J. Pack

Sandra L. Pack

Assistant Secretary of the Army (Financial Management and Comptroller)

Enclosure

Sources and Amounts of FY			1
in thousands of dollars)			
	Reprogramming		
OSD	Amount		
Program Element	(in thousands)		
0601101A	22		
BUTTUTA			
0601102A	119		
	54		
0602104A	34		
0602105A	20		
0602120A	0		
0602308A	5		
J002300A			
0602601A	118		
	67		
0602618A	67		
0602623A	1		
	400		
0602705A	120		
0602712A	216		
00027127			
0602720A	46		
00007004	150		
0602782A	150		
0602784A	19		
0602786A	185		
0602787A	350		
0021017			
0603001A	22		
00000004	69		
0603002A	63		
0603004A	2		
0603005A	16		
0603006A	95		
0603009A	22		
00000474	9	<u> </u>	
0603017A	3		
0603020A	150		
0603105A	248		
0603270A	50	Enclosure	
U6U3Z/UA	30	Page 1 of	<u> </u>

(in thousands of dollars)	97 RDT&E Funds To Be Tran	Sicilor
(III diodseries of donais)		
	Reprogramming	
OSD	<u>Amount</u>	
Program Element	(in thousands)	
0603313A	254	
	450	
0603606A	150	
0603607A	0	
00000771		
0603734A	259	
0603772A	200	
0603018A	- C	
00000100		
0603308A	200	
0603713A	41	
0603747A	37	
0603790A	30	
0603790A		
0603801A	160	
0603804A	113	
0603805A	10	
0603807A	149	
0003007A		
0603856A	20	
0604201A	56	
000 1000 1	733	
0604223A	733	
0604270A	99	
0604321A	40	
00040444	864	
0604611A	80-	
0604640A	35	
0604641A	0	
00040404		
0604642A	0	-
0604649A	20	
0604710A	500	
0604713A	39	<u> </u>
00047454	420	Enclosure Page 2 of 4
0604715A	159	Faye 2 01 4

Sources and Amounts of FY	97 RDT&E Funds To Be Tran	sferred	
(in thousands of dollars)			
	Reprogramming		
OSD	Amount		
Program Element	(in thousands)	-	
Togram Literature			
0604746A	65		
0604760A	71		
0604768A	353		
0604770A	1,000		
0604780A	2		
0604801A	62		·
0604802A	46		
			
0604804A	234		
0604805A	20		
	404		
0604807A	121		
0604816A	39		
0004810A			
0604818A	35		
0604759A	41		·
0605301A	1,101		
00050044	165		
0605601A	100		
0605604A	13		
000007			
0605605A	90		
0605706A	15		
00057004	21		
0605709A			
0605712A	599		
0605801A	276		
		<u> </u>	
0605803A	69	 	
0605805A	31	 	
		 	
0605853A	43		
0605854A	203		
		Enclosure	<u> </u>
0605856A	31	Page 3 of 4	3

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1

n thousands of dollars)	97 RDT&E Funds To Be Tran	
	Reprogramming	
OSD	Amount	
Program Element	(in thousands)	
0605879A	86	
0605898A	40	
0102419A	347	
0203726A	40	
0203735A	38	
0203740A	6	
	317	
0203758A		
0203761A	60	
0203801A	369	
0203802A	48	
0203806A	59	
0203808A	9	
0208053A	2	
0301359A	56	,
0303140A	20	
0303142A	13	
0708045A	22	
		Enclosure
		Page 4 of 4
Total	\$ 12,615	

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